

FISCAL NOTE

SB 682

February 9, 2001

SUMMARY OF BILL: Reduces the years of service requirement for retirement eligibility for Group I employees who are teachers from 30 years of creditable service to 25 years of creditable service.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$35,526,000 Annual Amortized Cost
Increase Local Govt. Expenditures* - \$23,684,000 Annual Amortized Cost

	<u>Lump Sum Liability</u>	<u>First Year (20 Year Amortization)</u>
State	\$285,396,000	\$35,526,000
Local Education Agency	\$190,264,000	\$23,684,000

The estimate assumes a moderate retirement pattern change.

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director